## **Regulation (39-) 29-110(1)(d).**

For purposes of complying with the reporting requirements contained in C.R.S. 39-29-110(1)(d), 1973, as amended, a producer of crude oil, natural gas or oil and gas who is subject to severance tax shall include within its report information as follows:

- 1. The names of the municipalities or counties in which the producer's full-time employees, including any contractor's full-time employees, maintain their actual residences, as given by the employees, giving the number of employees in each such municipality or unincorporated area of each such county as of December 31 of each year.
- 2. Employees to be included are those residents of the state of Colorado employed and compensated on a full-time basis by the producer (or contractor) for the purposes of extracting crude oil, natural gas, or oil and gas out of the ground, and at point of first sales within Colorado or who are assigned full-time to such extraction activities at point of first sale, but who reside or whose office is located elsewhere in the state.
- 3. The term, "full-time employee" means an employee who has been employed and compensated on a full-time basis by the producer or contractor during the entire sixmonth period commencing July 1 and ending December 31 of each annual reporting period.

The statutory basis for this Regulation is 39-21-112, C.R.S. 1973. The purpose is to further define the term "employee" as contained in 39-29-110, C.R.S. 1973 so that an appropriate distribution of the severance fund can be accomplished within the intent of the law.